

ORIGINAL



0000172633

BEFORE THE ARIZONA CORPORATION

COMMISSIONERS Arizona Corporation Commission

DOUG LITTLE - Chairman

BOB STUMP

BOB BURNS

TOM FORESE

ANDY TOBIN

DOCKETED

AUG 16 2016

DOCKETED BY

AZ CORP COMMISSION

DOCKET CONTROL

2016 AUG 16 AM 10 53

IN THE MATTER OF THE APPLICATION OF
TRICO ELECTRIC COOPERATIVE, INC., AN
ARIZONA NONPROFIT CORPORATION,
FOR A DETERMINATION OF THE
CURRENT FAIR VALUE OF ITS UTILITY
PLANT AND PROPERTY AND FOR
INCREASES IN ITS RATES AND CHARGES
FOR UTILITY SERVICE AND FOR
RELATED APPROVALS.

DOCKET NO. E-01461A-15-0363

STAFF'S NOTICE OF ERRATA

On August 15, 2016, Arizona Corporation Commission ("Commission") Staff filed Reply Testimony in Support of the Settlement Agreement of Terri L. Ford and Ranelle Paladino. Staff has since discovered that a typographical error was made on page 4 of Ms. Ford's testimony. Specifically, at lines 11 and 12 of page 4, the following sentence, "In that next case, the Commission could also decide to leave the demand change at \$10.00" should be changed to read "In that next case, the Commission could also decide to leave the demand charge at \$0.00 per kW."

Staff has attached a revised page 4 which should replace the page 4 in Ms. Ford's Reply Testimony filed on August 15, 2016. Staff apologizes for any inconvenience to the ALJ and the parties.

RESPECTFULLY SUBMITTED this 16th day of August, 2016.

Maureen A. Scott, Senior Staff Counsel
Matthew Laudone, Attorney
Charles H. Hains, Attorney
Legal Division
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007
(602) 542-3402
mscott@azcc.gov
mlaudone@azcc.gov
chains@azcc.gov

On this 16th day of August, 2016, the foregoing document was filed with Docket Control as a Utilities Division Notice of Errata, and copies of the foregoing were mailed on behalf of the Utilities Division to the following who have not consented to email service. On this dates or as soon as possible thereafter, the Commission's eDocket program will automatically email a link to the foregoing to the following who have consented to email service.

Michael W. Patten
Jason D. Gellman
Snell & Wilmer, LLP
400 East Van Buren Street
Phoenix, Arizona 85004
Attorneys for Trico Electric Cooperative, Inc.
mpatten@swlaw.com
jhoward@swlaw.com
docket@swlaw.com

Consented to Service by Email

Vincent Nitido
CEO/General Manger
Trico Electric Cooperative, Inc.
8600 West Tangerine Road
Marana, Arizona 85658

Robert B. Hall
4809 W. Pier Mountain Place
Marana, Arizona 85658
Solar_Bob@msn.com
Intervenor

Consented to Service by Email

Charles Wesselhoft
Deputy County Attorney
Pima County Attorney's Office
32 N. Stone Avenue, Suite 2100
Tucson, Arizona 85701
Charles.Wesselhoft@pcao.pima.gov
Consented to Service by Email

C. Webb Crockett
Patrick J. Black
Fennemore Craig, P.C.
2394 East Camelback Road, Suite 600
Phoenix, Arizona 85016-3429
Attorneys for Freeport Minerals Corporation
And AECC

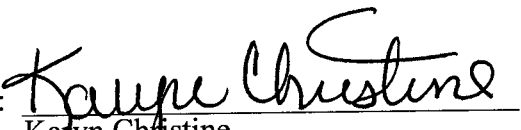
Kevin C. Higgins, Principal
Energy Strategies, LLC
215 South State Street, Suite 200
Salt Lake City, Utah 84111

Court S. Rich
Rose Law Group, PC
7144 East Stetson Drive, Suite 300
Scottsdale, Arizona 85251
Attorney for EFCA
crich@roselawgroup.com
hslaughter@roselawgroup.com
Consented to Service by Email

Janice Alward, Chief Counsel
Legal Division
Arizona Corporation Commission
1200 W. Washington
Phoenix, Arizona 85007

Thomas Broderick, Director
Utilities Division
Arizona Corporation Commission
1200 W. Washington St.
Phoenix, Arizona 85007

Belinda Martin, Administrative Law Judge
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007
HearingDivision@azcc.gov

By: 
Karyn Christine
Assistant to Maureen A. Scott

1 **Q. Mr. Quinn attempts to make comparisons with the UNSE case. Do you believe Mr.**
2 **Quinn's comparisons in this regard are accurate?**

3 A. I believe that Mr. Quinn's comparison fails to recognize several important differences
4 between the two cases. First, the demand component in Trico's case will be zero (\$0.00 per
5 kW) until the next rate case is resolved. Second during this time, the Settlement Agreement
6 provides for a lengthy educational campaign before any form of demand rates would go
7 into effect. The need for an extended educational program was discussed at the recent
8 Open Meeting on UNSE and is consistent with the guidance provided by the Commission
9 at that Open Meeting on the implementation of demand rates. In this case, if demand rates
10 are adopted in Trico's next rate, they would be no higher than a modest \$2.00 per kW,
11 pursuant to Section 12.2 of the Settlement Agreement. In that next case, the Commission
12 could also decide to leave the demand charge at \$0.00 per kW.

13
14 **Q. What else does Mr. Quinn's comparison fail to reflect?**

15 A. I believe that Mr. Quinn's comparison also fails to take into account Section 12.4 of the
16 Settlement Agreement. That Section provides:

17
18 The Signatories recognize that the ultimate success of a three-part rate will be
19 dependent upon the success of Trico's educational programs and its ability to
20 help customers navigate through the technological options that are available to
21 assist them in controlling their demand and energy usage. The Signatories
22 recognize that alternative options may need to be considered in the next rate
23 case.
24

25 Thus, as I stated in my Direct Testimony in Support of the Settlement Agreement, the
26 Signatories expressly recognize that because the level of customer acceptance at the time of
27 Trico's next rate case is impossible to determine now, alternative options may need to be
28 considered in the next rate case.
29